GOVERNMENT OF ANDHRA PRADESH

A B S T R A C T

Consolidated Sinking Fund – Revised Scheme of Guarantee Redemption Fund – Amendment Orders – Issued.

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FINANCE (CASH MANAGEMENT) DEPARTMENT

GG.O.MS.No. 129 Dated: 01-07-2016

Read the following:

1. G.O.Ms.No.6, Finance (W&M) Department, dated 03.01.2002.
2. G.O.Ms.No.71, Finance (DCM-I) Department, dated 24.03.2014.
3. D.O.IDMD. Res. No. 2125/10.08.013/2015-16 Dt. 21.03.2016 received from Reserve bank of India.

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O R D E R:

In Pursuance to the consultation with the Reserve bank of India, the Government of Andhra Pradesh is pleased to make the following amendment to the Guarantees Redemption Fund scheme issued in the G.O. 1st read above.

For	Read as
Clause 3 (a) : The accumulations in the fund shall be utilised only towards the payment of the guarantees issued by the govt. and invoked by the beneficiary and not paid by the Institution on whose behalf guarantee was issued. Provided that the net incremental annual investment of states (i.e. outstanding balance over and above the level in the corresponding period of the previous year) shall be eligible for availing special Ways Means advances (Special WMA) from the Reserve bank of India (herein after referred to as the bank) **such that availment of Special WMA under this provision does not exceeded the normal WMA limit fixed by the**	**Clause 3 (a)** : The accumulations in the fund shall be utilised only towards the payment of the guarantees issued by the govt. and invoked by the beneficiary and not paid by the Institution on whose behalf guarantee was issued. Provided that the net incremental annual investment of states (i.e. outstanding balance over and above the level in the corresponding period of the previous year) shall be eligible for availing special Ways Means advances (Special WMA) from the Reserve bank of India (herein after referred to as the bank).

Bank.	
Clause 8 : The acquisition to the fund shall be invested in Govt. of India Securities of such maturities as the bank may determine from time to time in consultation with the Govt. The Bank shall make available the securities for investment either from its own investment portfolio or by acquiring securities from the secondary market, without loading any charge other than that indicated in paragraph 11.	**Clause 8** : The accretions to the fund shall be invested in Govt. of India **Dated** Securities, **Treasury Bill, Special Securities of the GOI and State Development Loans of other States** of such maturities as the bank may determine from time to time in consultation with the Govt. The Bank shall make available the securities for investment by acquiring securities from the secondary market, without loading any charge other than that indicated in paragraph 11.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

K.SUNITHA
SECRETARY TO GOVERNMENT (B&IF)

To
The Accountant General (A&E), A.P., Hyderabad. (3 Copies)
The Director of Treasuries Accounts, A.P., Hyderabad
Copy to: The Reserve bank of India, Central Office, IDMD, Mumbai.
Reserve Bank of India, Central Accounts Section, Nagpur
Reserve Bank of India, Saifabad, Hyderabad.

//FORWARDED :: BY ORDER//

SECTION OFFICER